POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 – MORTGAGE PAYABLE

During year ended June 30, 2005, Woods acquired real property, which was paid for with proceeds from a mortgage note. The original loan was for $70,356 to be repaid in 120 monthly installments of approximately $790 each, including principal and interest at the Wall Street Prime, which was 8.25% at June 30, 2006. The mortgage is collateralized with real property and improvements that has an original cost of approximately $103,000.

Approximate principal maturities for the next 5 years are:

Year Ending June 30,	
2007	$ 5,710
2008	6,030
2009	6,400
2010	6,780
2011	7,210

4 – GRANTS

During 2006, the Organization was awarded $100,000, which represented monies from the United Statement Department of Agriculture for after school educational purposes. The unexpended portion of these funds is as follows:

Awards	
2004	$ 37,577
2005	97,776
2006	100,000
	$ 235,353

These amounts are included in temporarily restricted net assets because their use is limited, as previously stated.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

5 – LEASES

During the year ended June 30, 2005, the Organization consummated a 99-year lease at $1 per year with the local school board for use of land.

6 – RELATED PARTY TRANSACTIONS

During the year ended June 30, 2006, approximately $3,600 was paid to a volunteer officer and directors of the Organization for consulting and instructional services.

7 – CONCENTRATIONS

At times during the year ended June 30, 2006, the Organization had funds on deposit in a bank in excess of the limit insured by the Federal Deposit Insurance Corporation (FDIC).

During the year ended June 30, 2006, approximately 96% of total support and revenue was from two grants. If these funds are curtailed in the near future, it could have a significant impact on planned future activities.

10:13 AM

10/31/06

Accrual Basis

POCAHONTAS WOODS INC
Profit & Loss by Class
July through September 2006

	EQUIPMENT GRANT	Marketing	PRIVATE	YR 04
Income				
5003 · UNRESTRICTED GRANT REVENUE ...	0.00	0.00	0.00	37,577.00
5010 · UNRESTRICTED INCOME	0.00	0.00	584.96	1,500.00
5012 · UNRESTRICTED - TUITION	0.00	0.00	1,600.00	0.00
5020 · UNRESTRICTED - INTEREST	0.00	0.00	-174.64	0.00
Total Income	0.00	0.00	2,010.32	39,077.00
Expense				
6500 · APPRENTICE PROGRAM	0.00	0.00	0.00	910.00
6502 · INSTRUCTION EXPENSE	0.00	0.00	0.00	4,588.00
6506 · POSTAGE	0.00	0.00	0.00	141.53
6508 · PROGRAM DEVELOPMENT	0.00	370.00	0.00	10,690.00
6510 · COMPUTER SUPPLIES	0.00	0.00	0.00	282.36
6511 · SUPPLIES	0.00	0.00	0.00	1,415.85
6516 · INSURANCE	0.00	0.00	104.00	875.00
6520 · RENT	0.00	0.00	0.00	1,500.00
6521 · UTILITIES	0.00	0.00	0.00	353.01
6522 · TRAVEL	0.00	44.50	0.00	0.00
6523 · MAINTENANCE	1,412.50	0.00	0.00	-1,940.44
6524 · MEALS	0.00	0.00	325.90	7.74
6526 · MISC EXPENSE	20.00	0.00	51.00	0.00
6527 · MUNICIPAL FEES	0.00	0.00	0.00	296.84
6528 · EDUCATIONAL SUPPLIES	0.00	0.00	0.00	681.66
6529 · TELEPHONE EXPENSE	0.00	0.00	0.00	385.49
6530 · TOOLS	-148.11	0.00	0.00	-7,333.69
6545 · LEGAL & ACCOUNTING	0.00	0.00	0.00	150.00
6547 · ADVERTISING	0.00	67.60	0.00	110.00
Total Expense	1,284.39	482.10	480.90	13,113.35
Net Income	**-1,284.39**	**-482.10**	**1,529.42**	**25,963.65**

POCAHONTAS WOODS INC
Profit & Loss by Class
July through September 2006

	YR 05	YR 06	Unclassified	TOTAL
Income				
5003 · UNRESTRICTED GRANT REVENUE ...	97,776.00	100,000.00	0.00	235,353.00
5010 · UNRESTRICTED INCOME	0.00	0.00	0.00	2,064.96
5012 · UNRESTRICTED - TUITION	0.00	0.00	0.00	1,600.00
5020 · UNRESTRICTED - INTEREST	0.00	0.00	0.00	-174.64
Total Income	97,776.00	100,000.00	0.00	238,863.32
Expense				
6500 · APPRENTICE PROGRAM	0.00	0.00	0.00	910.00
6502 · INSTRUCTION EXPENSE	0.00	0.00	0.00	4,588.00
6506 · POSTAGE	0.00	0.00	0.00	141.53
6508 · PROGRAM DEVELOPMENT	0.00	0.00	0.00	11,060.00
6510 · COMPUTER SUPPLIES	0.00	0.00	0.00	282.36
6511 · SUPPLIES	0.00	0.00	0.00	1,415.85
6516 · INSURANCE	0.00	0.00	0.00	979.00
6520 · RENT	0.00	0.00	0.00	1,500.00
6521 · UTILITIES	0.00	0.00	0.00	353.01
6522 · TRAVEL	0.00	0.00	0.00	44.50
6523 · MAINTENANCE	0.00	0.00	0.00	-527.94
6524 · MEALS	0.00	0.00	0.00	333.64
6526 · MISC EXPENSE	0.00	0.00	0.00	71.00
6527 · MUNICIPAL FEES	0.00	0.00	0.00	296.84
6528 · EDUCATIONAL SUPPLIES	0.00	0.00	0.00	681.66
6529 · TELEPHONE EXPENSE	0.00	0.00	0.00	385.49
6530 · TOOLS	0.00	0.00	0.00	-7,481.80
6545 · LEGAL & ACCOUNTING	0.00	0.00	0.00	150.00
6547 · ADVERTISING	0.00	0.00	0.00	177.60
Total Expense	0.00	0.00	0.00	15,360.74
Net Income	**97,776.00**	**100,000.00**	**0.00**	**223,502.58**

Audited Financial Statements

POCAHONTAS WOODS, INC.

Year Ended June 30, 2006
with
Independent Auditors' Report

Gray & Griffith Mays, a.c.

Certified Public Accountants

707 Virginia Street E., Suite 400, Charleston, WV 25301 Phone: 304/345-9400 FAX: 304/345-7258
Email: ggm@wvdsl.net
www.ggmcpa.net

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Pocahontas Woods, Inc.
Dunmore, West Virginia

We have audited the accompanying statement of financial position of Pocahontas Woods, Inc. as of June 30, 2006, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

POCAHONTAS WOODS, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2006

ASSETS

Current assets:	
Cash and cash equivalents:	
Checking	$ 29,166
Savings	60,747
Certificates of deposit	156,647
Total cash and cash equivalents	246,560
Receivables	36,944
Total current assets	283,504
Property and equipment, at cost:	
Land	10,000
Buildings	93,269
Woodworking equipment	95,700
Office equipment	2,736
	201,705
Less: accumulated depreciation	(11,240)
Net property and equipment	190,465
Total assets	$ 473,969

LIABILITIES AND NET ASSETS

Current liabilities:	
Current maturities of long term debt	$ 5,710.00
Accounts payable	28,373
Total current liabilities	34,083
Long term debt, less current maturities	59,644
Total liabilities	93,727
Net assets:	
Unrestricted	144,889
Temporarily restricted	235,353
Total net assets	380,242
Total liabilities and net assets	$ 473,969

The accompanying notes are an integral part of these financial statements.

POCAHONTAS WOODS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2006

	Unrestricted	Temporarily Restricted	Total
Public Support and Revenues:			
Grants and contributions	$ 124,936	$ 100,000	$ 224,936
Special events, projects, and other	881	-	881
Interest earned	5,487	-	5,487
Net assets released from restrictions:			
Restrictions satisfied by payments	124,857	(124,857)	-
Total public support and revenues	256,161	(24,857)	231,304
Expenses:			
Project tools, supplies and expenses	24,683	-	24,683
Curriculum development and instruction	52,345	-	52,345
Depreciation	10,965	-	10,965
Professional	3,735	-	3,735
Utilities	4,646	-	4,646
Insurance	5,683	-	5,683
Interest	4,252	-	4,252
Travel	1,369	-	1,369
Other	7,462	-	7,462
Total expenses	115,140	-	115,140
Increase (decrease) in net assets	141,021	(24,857)	116,164
Net assets, beginning of year	3,868	260,210	264,078
Net assets, end of year	$ 144,889	$ 235,353	$ 380,242

POCAHONTAS WOODS, INC.

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2006

Cash flows provided by operating activities:	
Increase in net assets	$ 116,164
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	10,965
Increase in receivables	(36,944)
Increase in accounts payable	26,530
Net cash provided by operating activities	116,715
Cash flows used in investing activities:	
Purchase of property and equipment	(141,705)
Investment in certificates of deposit	(5,221)
Net cash used in investing activities	(146,926)
Cash flows used in financing activities:	
Repayment of long term debt	(4,566)
Net decrease in cash	(34,777)
Cash, beginning of year	124,690
Cash, end of year	$ 89,913

SUPPLEMENTAL INFORMATION:

Interest paid	$ 4,252

The accompanying notes are an integral part of these financial statements.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS

1 – THE ORGANIZATION

Pocahontas Woods, Inc. (Woods) is incorporated in the State of West Virginia as a non-stock, non-profit organization. Woods was organized to promote the creative and ecologically sound utilization, enjoyment and understanding of the forest resource in Pocahontas County, West Virginia and surrounding areas. The current mission is to create an educational program that will provide necessary training for students and adults who are seeking to enhance their skills in the woodworking industry in Pocahontas County, West Virginia and the surrounding communities that will provide an economic benefit to these communities.

2 – SIGNIFICANT ACCOUNTING POLICIES

Support and Expenses

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassed to unrestricted net assets and reported in the statement of activity as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Classification of Expenses

Because substantially all management, general, and fund-raising expenses are donated, all costs and expenses are considered and reflected in the statement of activities as program costs.

Donated Services, Goods and Facilities

Use of facilities, office equipment, and administrative personnel services have been donated to the organization; however, these donations are not reflected in the financial statements because the services do not require specialized skills and the facility and equipment usage is not objectively measurable. Donated professional services, if any, are reflected in the statement of activities at their fair value.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash

For the statement of cash flows, cash includes all cash in checking and saving accounts.

Property and Equipment

Property and equipment is recorded at cost; depreciation is provided over the estimated useful lives of the assets (7-40 years) and computed by the straight-line method. Hand tools and small equipment are expensed when acquired, while buildings and equipment with a cost greater than $500 and with an estimated life in excess of 3 years are capitalized. Repairs and maintenance are expensed as incurred.

Income Taxes

The Organization is a nonprofit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to Federal or state income taxes. It has been determined by the Internal Revenue Service to be exempt under Code Section 501(c)(3) and is not a private foundation.

Inventories of Materials and Supplies

Inventories of materials and supplies utilized in the Organization's educational projects are purchased as needed and are considered expended at the time of purchase.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 – MORTGAGE PAYABLE

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(Continued)

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JOHN D. ROCKEFELLER IV
WEST VIRGINIA

United States Senate

WASHINGTON, DC 20510–4802

July 28, 2006

The Honorable Joel Callison
President
Pocahontas County Commission
900-C Tenth Avenue
Marlinton, West Virginia 24954-1333

Dear Joel,

Thank you for sharing your support for funding of the Secure Rural Schools and Community Self-Determination Act. This is an important matter, and I am grateful that you took the time to be in touch about it.

As you know, the Secure Rural Schools and County Self-Determination Act was passed in 2000. This legislation, which will expire at the end of Fiscal Year 2006, is intended to provide support for counties that receive reduced Forest Service and Bureau of Land Management payments. S. 267, the Secure Rural Schools and Community Self-Determination Reauthorization Act of 2005 was introduced by Senator Larry Craig (R-ID) and will extend the act through FY2013. You will be happy to know that I have cosponsored this legislation. Hearings on this bill have been held in the Senate Committee on Energy and Natural Resources Subcommittee on Public Lands and Forests, of which I am not a member.

You and I share a strong commitment to funding for education in our state. Education is a top priority in our state and across our nation, because children are our country's single most important resource. Ensuring that each and every child has access to a quality education is imperative to their future happiness and success as an adult, just as it is imperative to the strength and continued growth of our nation. You can be assured that I will continue to fight for education initiatives that benefit West Virginia's students. I will have your thoughts in mind as I do so.

Thank you again for writing. It is always good to hear from my fellow West Virginians about matters of importance. Best wishes.

Sincerely,

John D. Rockefeller IV

Reta Griffith

From: "McClintic Libary Marlinton" <McClintic@PocahontasLibrary.org>
To: <pocahontascc@sunlitsurf.com>
Cc: <andora@sunlitsurf.com>
Sent: Saturday, December 13, 2003 11:58 AM
Subject: Pocahontas Woods from Norman

Retta:

See Title III Sec. 302 subset a et. seq for the requirements for publication. There must be a legal 45-day public comment period and a published description of the project in the local record (I would argue that this has to be made part of the newspaper publication.) But in fairness, you should provide a RFP prior to this so as the eliminate the appearance that "Pocahontas Woods" is a done deal. After all there may be others including the school system which would like to submit a project as well.

My goals:

Make sure that everyone knows that money, and how much, is available to any public or nonpublic entity which wishes to propose a project which meets the guidelines.

That everyone one knows the project that you are proposing to fund and has a chance to respond as they wish.

By law, this has not been done for the last three years and I feel that this is a matter of grave concern. After all, I believe that you may have already drawn this money down for Pocahontas Woods and this action may essentially may be a day late and $200,000 plus short. (But that is another issue)

I hope that you will look for yourself and get legal counsel next time you are tasked with the disposal of federal funds. You may want to get legal counsel as to how you should deal with the past appropriations to to Pocahontas Woods. (A refund may be in order.)

Per FOIA I would like a copy of any project proposals which have previously been made to the County Commission by Pocahontas Woods.

Norman

16 USCS § 500

Norman
HC 82 Box 22
Marlinton, W
24959

16 USCS § 500 (2003)

§ 500. Payment and evaluation of receipts to State or Territory for schools and roads; moneys received; projections of revenues and estimated payments

On and after May 23, 1908, twenty-five per centum of all moneys received during any fiscal year from each national forest shall be paid, at the end of such year, by the Secretary of the Treasury to the State in which such national forest is situated, to be expended as the State legislature may prescribe for the benefit of the public schools and public roads of the county or counties in which such national forest is situated: Provided, That when any national forest is in more than one State or county the distributive share to each from the proceeds of such forest shall be proportional to its area therein. In sales of logs, ties, poles, posts, cordwood, pulpwood, and other forest products the amounts made available for schools and roads by this section shall be based upon the stumpage value of the timber. Beginning

1/21/04

October 1, 1976, the term "moneys received" shall include all collections under the Act of June 9, 1930, and all amounts earned or allowed any \fs24softlinepurchaser of national forest timber and other forest products within such State as purchaser credits, for the construction of roads on the National Forest Transportation System within such national forests or parts thereof in connection with any Forest Service timber sales contract. The Secretary of Agriculture shall, from time to time as he goes through his process of developing the budget revenue estimates, make available to the States his current projections of revenues and payments estimated to be made under the Act of May 23, 1908, as amended, or any other special Acts making payments in lieu of taxes, for their use for local budget planning purposes.

HISTORY:

(May 23, 1908, ch 192, 35 Stat. 260; March 1, 1911, ch 186, § 13, 36 Stat. 963; June 30, 1914, ch 131, 38 Stat. 441; Sept. 21, 1944, ch 412, title II, § 212, 58 Stat. 737; April 24, 1950, ch 97, § 17(b), 64 Stat. 87; Oct. 22, 1976, P.L. 94-583, § 16, 90 Stat. 2961.)

16 USCS § 500

"Sec. 205. Resource advisory committees.

"(a) Establishment and purpose of resource advisory committees.

(1) Establishment. The Secretary concerned shall establish and maintain resource advisory committees to perform the duties in subsection (b), except as provided in paragraph (4).

"(2) Purpose. The purpose of a resource advisory committee shall be to improve collaborative relationships and to provide advice and recommendations to the land management agencies consistent with the purposes of this Act [appearing generally as notes to this section; for full classification, consult USCS Tables volumes].

"(3) Access to resource advisory committees. To ensure that each unit of Federal land has access to a resource advisory committee, and that there is sufficient interest in participation on a committee to ensure that membership can be balanced in terms of the points of view represented and the functions to be performed, the Secretary concerned may, establish resource advisory committees for part of, or one or more, units of Federal lands.

"(4) Existing advisory committees. Existing advisory committees meeting the requirements of this section may be deemed by the Secretary concerned, as a resource advisory committee for the purposes of this title. The Secretary of the Interior may deem a resource advisory committee meeting the requirements of subpart 1784 of part 1780 of title 43, Code of Federal Regulations, as a resource advisory committee for the purposes of this title.

"(b) Duties. A resource advisory committee shall--

"(1) review projects proposed under this title by participating counties and other persons;

"(2) propose projects and funding to the Secretary concerned under section 203;

"(3) provide early and continuous coordination with appropriate land management agency officials in recommending projects consistent with purposes of this Act under this title; and

"(4) provide frequent opportunities for citizens, organizations, tribes, land management agencies, and other interested parties to participate openly and meaningfully, beginning at the early stages of the project development process under this title.

"(c) Appointment by the Secretary.

(1) Appointment and term. The Secretary concerned, shall appoint the members of resource advisory committees for a term of 3 years beginning on the date of appointment. The Secretary concerned may reappoint members to subsequent 3-year terms.

"(2) Basic requirements. The Secretary concerned shall ensure that each resource advisory committee established meets the requirements of subsection (d).

"(3) Initial appointment. The Secretary concerned shall make initial appointments to the resource

"(4) Vacancies. The Secretary concerned shall make appointments to fill vacancies on any resource advisory committee as soon as practicable after the vacancy has occurred. "(5) Compensation. Members of the resource advisory committees shall not receive any compensation.
"(d) Composition of advisory committee.
(1) Number. Each resource advisory committee shall be comprised of 15 members.
"(2) Community interests represented. Committee members shall be representative of the interests of the following three categories:
"(A) five persons who--
"(i) represent organized labor;
"(ii) represent developed outdoor recreation, off highway vehicle users, or commercial recreation activities;
"(iii) represent energy and mineral development interests;
"(iv) represent the commercial timber industry; or
"(v) hold Federal grazing permits, or other land use permits within the area for which the committee is organized.
"(B) five persons representing--
"(i) nationally recognized environmental organizations;
"(ii) regionally or locally recognized environmental organizations;
"(iii) dispersed recreational activities;
"(iv) archaeological and historical interests; or
"(v) nationally or regionally recognized wild horse and burro interest groups.
"(C) five persons who--
"(i) hold State elected office or their designee;
"(ii) hold county or local elected office;
"(iii) represent American Indian tribes within or adjacent to the area for which the committee is organized;
"(iv) are school officials or teachers; or
"(v) represent the affected public at large.
"(3) Balanced representation. In appointing committee members from the three categories in paragraph (2), the Secretary concerned shall provide for balanced and broad representation from within each category.
"(4) Geographic distribution. The members of a resource advisory committee shall reside within the State in which the committee has jurisdiction and, to extent practicable, the Secretary concerned shall ensure local representation in each category in paragraph (2).
"(5) Chairperson. A majority on each resource advisory committee shall select the chairperson of the committee.
"(e) Approval procedures.
(1) Subject to paragraph (2), each resource advisory committee shall establish procedures for proposing projects to the Secretary concerned under this title. A quorum must be present to constitute an official meeting of the committee.
"(2) A project may be proposed by a resource advisory committee to the Secretary concerned under section 203(a), if it has been approved by a majority of members of the committee from each of the three categories in subsection (d)(2). \fs24line "(f) Other committee authorities and requirements.
(1) Staff assistance. A resource advisory committee may submit to the Secretary concerned a request for periodic staff assistance from Federal employees under the jurisdiction of the Secretary.
"(2) Meetings. All meetings of a resource advisory committee shall be announced at least one week in advance in a local newspaper of record and shall be open to the public.
"(3) Records. A resource advisory committee shall maintain records of the meetings of the committee and make the records available for public inspection.

"TITLE III. COUNTY PROJECTS
"Sec. 301. Definitions.
"In this title:
"(1) Participating county. The term 'participating county' means an eligible county that elects under section 102(d)(1)(B)(ii) or 103(c)(1)(B)(ii) to expend a portion of the Federal funds received under section 102 or 103 in accordance with this title.
"(2) County funds. The term 'county funds' means all funds an eligible county elects under sections 102 (d)(1)(B)(ii) and 103(c)(1)(B)(ii) to reserve for expenditure in accordance with this title.
"Sec. 302. Use of county funds.
"(a) Limitation on county fund use. County funds shall be expended solely on projects that meet the requirements of this title. A project under this title shall be approved by the participating county only following a 45-day public comment period, at the beginning of which the county shall--
"(1) publish a description of the proposed project in the publications of local record; and
"(2) send the proposed project to the appropriate resource advisory committee established under section 205, if one exists for the county.
"(b) Authorized uses.
(1) Search, rescue, and emergency services. An eligible county or applicable sheriff's department may use these funds as reimbursement for search and rescue and other emergency services, including fire fighting, performed on Federal lands and paid for by the county.
"(2) Community service work camps. An eligible county may use these funds as reimbursement for all or part of the costs incurred by the county to pay the salaries and benefits of county employees who supervise adults or juveniles performing mandatory community service on Federal lands.
"(3) Easement purchases. An eligible county may use these funds to acquire--
"(A) easements, on a willing seller basis, to provide for nonmotorized access to public lands for hunting, fishing, and other recreational purposes;
"(B) conservation easements; or
"(C) both.
"(4) Forest related educational opportunities. A county may use these funds to establish and conduct forest-related after school programs.
"(5) Fire prevention and county planning. A county may use these funds for--
"(A) efforts to educate homeowners in fire-sensitive ecosystems about the consequences of wildfires and techniques in home siting, home construction, and home landscaping that can increase the protection of people and property from wildfires; and
"(B) planning efforts to reduce or mitigate the impact of development on adjacent Federal lands and to increase the protection of people and property from wildfires.
"(6) Community forestry. A county may use these funds towards non-Federal cost-share requirements of section 9 of the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2105).
"Sec. 303. Termination of authority.
"The authority to initiate projects under this title shall terminate on September 30, 2006. Any county funds not obligated by September 30, 2007 shall be available to be expended by the county for the uses identified in section 302(b).

PUBLIC NOTICE:
NOTICE OF PUBLIC COMMENT PERIOD

NOTICE IS HEREBY GIVEN that Pocahontas County, West Virginia, will receive "safety-net" revenues under the "Secure Rural Schools and Community Self-Determination Act of 2000", PL 106-393. PL 106-393 requires each county to expend 15 to 20 percent of its "safety-net" payment on various kinds of projects pursuant to Titles II and III of the legislation or, alternatively, to return that portion of its safety-net payment to the U.S. Treasury. The Pocahontas County Commission has elected to designate 15 percent of its safety-net payment for a project under Title III, to Pocahontas Woods. Title III projects may include: Category (1): Search, rescue and emergency services performed on federal lands; Category (2): Certain costs associated with community service work camps on federal lands; Category (3): Easement purchases, to provide non-motorized access to public lands or for conservation easements; Category (4): Forest related after school educational opportunities; Category (5): Fire prevention education and county fire prevention planning; and Category (6): Community forestry under section 9 of the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2105). The Pocahontas County Commission is opening a forty-five (45) day public comment period to invite all persons wishing to review and make written comments on Pocahontas County's proposed project. The Pocahontas County Title III proposed project may be reviewed at the following location: Pocahontas County Clerk's Office. All comments must be submitted in writing and received on or before 4:30 p.m., October 16, 2006. Written comments can be mailed to 900 C Tenth Ave., Marlinton, WV 24954 or dropped off at the Pocahontas County Clerk's Office in the County Court House. Comments may also be sent by email to pocahontascc@sunlitsurf.com. For additional information regarding PL 106-393 Title III qualified county projects, please contact Commissioner Reta Griffith at the above address or by telephoning (304) 799-4523.

Fax Note	Date 9/29/06	# of pages ▶
To Russ Rollyson	From Sue Helton	
Co./Dept.	Co. Poc Co Comm	
Phone #	Phone # 304-799-6063	
Fax # 1-304-558-4156	Fax #	

Pocahontas County Commission

JOEL S. CALLISON
President
BETA L. GRIFFITH
Commissioner
JAMES W. CARPENTER
Commissioner
SANDRA PRIEL
Clerk

October 17, 2006

Mr. G. Russell Rollyson Jr.
Deputy State Auditor
County Collections Division
Building 1 Room W-416
Charleston, West Virginia 25305

Dear Mr. Rollyson:

Re: Title III Safe & Secure Rural Schools Funds

After reviewing the applications received and upon the expiration of the 45 day comment period, the Pocahontas County Commission at its meeting held today, unanimously approved the payment of all funds received for 2006-2007 to Pocahontas Woods.

In addition, we would like to request that the funds due the county be mailed directly to the Pocahontas County Commission, and not be included in the Pocahontas County Board of Education's portion. Should you have any questions with regard to this matter, please feel free to contact our office at 304-799-6063.

Thank you for all your assistance.

Sincerely,

Joel S. Callison /dsh

Joel S. Callison
President

JSC/dsh

PL 106-393 Title III Project Submission Form For Pocahontas County, WV

"Secure Rural Schools and Community Self-Determination Act of 2000"
YEAR 2006/2007

Name of Project: _____Pocahontas Woods Woodworking Education_____

Date Project Submission Form To Be Returned is August 15, 2006 by 9:00 a.m. to the Pocahontas County Commission 900 C Tenth Avenue, Marlinton, WV 24954

Date Project Submitted: _____7/27/06_____
Project Sponsor: _Pocahontas Woods Inc._____
Sponsor's Address: _PO Box 65, Dunmore WV 24934___
Contact Person: ____Gibbs Kinderman_____
Phone: _304-799-6004__ Fax: _304-799-7444___ E-Mail: __pwoods@sunlitsurf.com

Project Is Authorized Under The Following Category: (see Sec. 302(b), attached)

- ☐ **Search, Rescue and Emergency Services**
- ☐ **Community Service Work Camps**
- ☐ **Easement Purchases**
- ☐ **X Forest Related Education Opportunities**
- ☐ **Fire Prevention And County Planning**
- ☐ **Community Forestry**

Project Location: _____Marlinton, Dunmore and other locations in Pocahontas County

Other Identifiers: (geographic location, road name or number, stream name)

_____
_____
_____
_____
_____

Project Description:

Pocahontas Woods is a 501-c-3 tax exempt non-profit West Virginia corporation chartered in 2001 to promote the creative and ecologically sound utilization, enjoyment and understanding of the forest resource in Pocahontas County WV and surrounding areas. Our initial focus has been on developing an after school training program for both young people and adults to give them marketable skills in woodworking. This program, now beginning its fifth year, will operate in a newly-equipped facility at 503 3rd Ave in Marlinton, with supplemental classes in borrowed facilities at Pocahontas County High School. The new facility is specifically designed for fine woodworking training, and we will continue to offer introductory classes after school at PCHS. We are also beginning courses in other forest-related education fields, such as lumber grading and timberland management.

*include work windows or other limitations / restrictions / public or private land

Project Goals and Objectives:
To date the principal goal of Pocahontas Woods has been to work on developing a high-end craft wood working industry in Pocahontas County WV to provide employment for talented young people who would otherwise have to leave the county and the state, and for adults who are committed to live in our community but want to develop the skills necessary to upgrade their employment within the local economy. Our objectives in this project year are:
To operate a well-equipped shop facility for fine woodworking training;
To continue after school woodworking classes for adults and youth, including woodcarving, wood finishing, and advanced projects classes;
To continue to develop a more comprehensive evening, weekend and Summer vacation training program for adults and youth;
To work on developing longer apprentice-type training programs;
To expand other after school forest-related educational programs, such as mini-courses on introduction to species identification and timber cruising,and lumber grading for the layperson,

Is There An Opportunity To Tie To An Associated Title II Project? Explain:
DNA

Proposed Method Of Accomplishment:
[ ] Contract [ ] Volunteers [ ] Agency (FS/BLM) Employees [ ] County

[ ] County Corrections (adult / juvenile) [x] Non-Profit

[ ] Other

Current Status Of Project Preparation:
This project is currently underway and will need no start-up period to prepare for accomplishment; future plans will be developed as the ongoing program moves forward.

Contact Person(s) For Project Specific Documentation:
Gibbs Kinderman

Telephone Number(s) For Contact(s) 304-799-6004

Does Project Meet The Purpose Of The Legislation? (see Sec. 302(b), attached)
Explanation: Yes – Pocahontas Woods after-school forest related educational programs are an excellent example of how the purpose of the law can be carried out for the benefit of the community

How Does The Project Benefit The Community? The project provides a wide range of forest-related educational opportunities which enable people in our area better to understand, protect and utilize the forest resource, whether on the level of general education, personal skills development or pre-vocational training

How Does The Project Improve Cooperative Relationships Among People That Use Federal Lands And Federal Management Agency? Pocahontas Woods is a cooperative effort involving public education, local government, industry, crafts people and the USDA Forest Service. By working together on this program they are learning how to better work together to build a better future for the community and a more positive relationship with the USDA/FS.

Duration Of The Project: Pocahontas Woods has been in existence more than five years, and it is planned that its work will continue for at least the next 15-20 years. This particular phase of the project should last 18 months

Anticipated Cost of Project (itemize):

- Review And Consultation Costs: 5,000
- Engineering Costs: 5,000
- Contract Preparation And Administration Costs: 10,000
- Materials And Supplies: 20,000
- Monitoring:
- Other Costs: Instruction 60,000
- Indirect Costs (overhead):

TOTAL COST ESTIMATE: $ 100,000
Estimated Start Date Of Project: 1/1/07
Estimated Completion Date of Project: 6/30/08

Is This A Multi-Year Funding Request? [ ] Yes [x] No (if yes, display by fiscal year)

FY02 Request: _____ **FY03 Request:** _____ **FY04 Request:** _____
FY05 Request: _____ **FY06 Request:** _____ **FY07 Request:** _____

Identify Source(s) Of Other Funding For Project: Other funding will come from class fees, utilization of shop equipment by independent woodworkers, and other grants, from the USDA and other sources

Project Accomplishments / Expected Outcomes: 1) Expansion of number of students participating in the programs, 2) Advanced students beginning to obtain jobs in the woodworking industry, 3) First small-scale fine woodworking businesses starting up, providing part-time and full-time employment

How Is Project In The Public Interest? This project not only provides public benefits to the local community, as noted above, but will serve as an example of how Title III funds can be used by other economically underdeveloped rural communities to develop forest-related education programs that will not only benefit individuals but also help create the preconditions for forest-related economic and community development.

Will Project Create a Product Or Benefit To The Federal Resource? This project will not directly benefit the USFS, except by helping enhance its reputation in the community, but by helping create the pre-conditions for development of a sector of a sustainable secondary wood products industry for the local community it will make the Federal timber resource more valuable to that community.

Monitoring And Reporting Plan To Measure Outcome (what measure or evaluation will be made to determine how well the proposed project meets the desired objectives): This project can be measured by these parameters: 1) Has the number of persons availing themselves of this opportunity grown over the duration of the project? 2) Have persons trained through the project found employment using their new skills? Have fine woodworking jobs, full and part-time, been created in Pocahontas County?

Other Comments: _____

Submitted By: Pocahontas Woods Inc.

Address: PO Box 65, Dunmore WV 24934

Date: 7/27/06

Pocahontas County Commission

JOEL S. CALLISON
President
RETA J. GRIFFITH
Commissioner
JAMES W. CARPENTER
Commissioner
SANDRA FRIEL
Clerk

October 17, 2006

Mr. G. Russell Rollyson Jr.
Deputy State Auditor
County Collections Division
Building 1 Room W-416
Charleston, West Virginia 25305

Dear Mr. Rollyson:

Re: Title III Safe & Secure Rural Schools Funds

After reviewing the applications received and upon the expiration of the 45 day comment period, the Pocahontas County Commission at its meeting held today, unanimously approved the payment of all funds received for 2006-2007 to Pocahontas Woods.

In addition, we would like to request that the funds due the county be mailed directly to the Pocahontas County Commission, and not be included in the Pocahontas County Board of Education's portion. Should you have any questions with regard to this matter, please feel free to contact our office at 304-799-6063.

Thank you for all your assistance.

Sincerely,

Joel S. Callison /dsh

Joel S. Callison
President

JSC/dsh

POCAHONTAS COUNTY
Board of Education
Office of Superintendent

926 Fifth Avenue
Marlinton, WV 24954
Telephone 304-799-4505
FAX 304-799-4499

June 8, 2006

Mr. G. Russell Rollyson, Jr.
Deputy State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Dear Mr. Rollyson:

This is in response to your June 5, 2006, correspondence concerning designations for Title II and Title III funds.

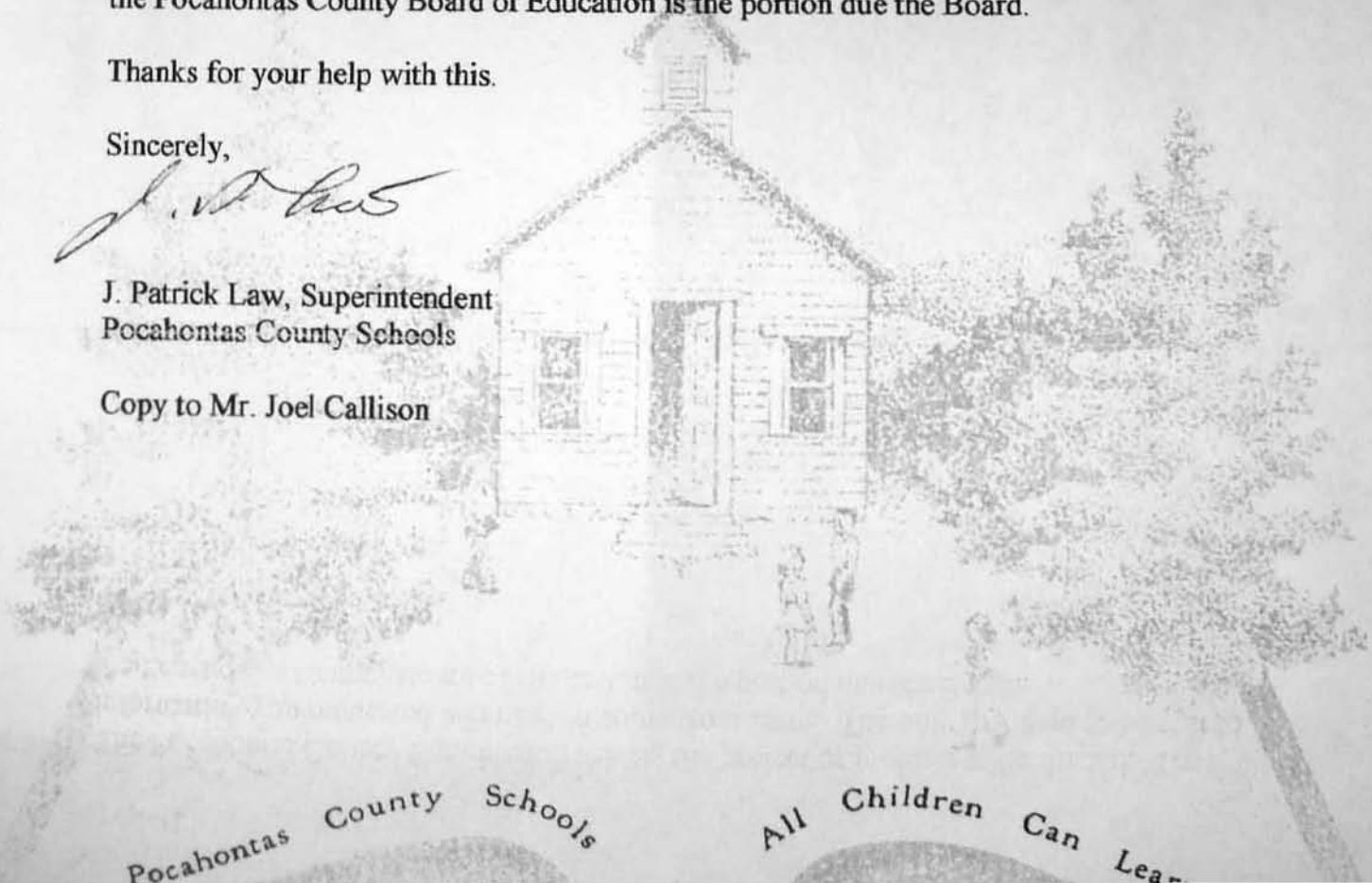
The Pocahontas County Commission selects the project or projects to be funded. The information you requested will need to come from them. The only payment to be sent to the Pocahontas County Board of Education is the portion due the Board.

Thanks for your help with this.

Sincerely,

J. Patrick Law, Superintendent
Pocahontas County Schools

Copy to Mr. Joel Callison



Shop renovation and equipment purchase - discussion and possible action if needed

Possible bylaw amendments:

ARTICLE II.

MEETINGS, NOTICE AND ELECTIONS

Section 1. Regular Meetings.

A regular annual meeting of the Board of Directors shall be held without other notice than this Bylaw on the first Monday in October each year, beginning with the year 2002, at the hour of 7:00 PM.

There has been some discussion of changing the Annual Meeting to a Tuesday, to conform with our other meetings. If desired the Board can amend this section of the bylaws at the meeting October 3.

ARTICLE IV.

EXECUTION OF INSTRUMENTS

All checks, drafts and orders of payment of money exceeding $500.00 shall be signed in the name of the Corporation by an agent designated by the Board and shall be countersigned by such officer or agents as the Board of Directors shall, from time to time, designate for that purpose. Amounts up to $500.00 shall be considered daily operating costs and may be signed by the agent(s) authorized to do so by the Board.

The treasurer suggests raising the limit to $1,000. If desired the Board can amend this section of the bylaws at the meeting October 3.

ARTICLE V.

AMENDMENT OF BYLAWS

A proposal to change these Bylaws may be presented in writing at any meeting of the Board of Directors. The proposal will be referred to Committee for their recommendations. The proposed changes, along with the recommendations of Committee, will be mailed by the Secretary to the Directors seven (7) days prior to the next meeting of the Board. At that meeting a vote of two-thirds of the Directors present shall be required by passage of proposed changes.

This just outlines the procedure for amending the bylaws.

Other business

Note - if you have other items you would like added to the agenda, please contact me ASAP.

Thanks - see you Monday,

Gibbs

9/26/2005

Gibbs

From: Pocahontas Woods [pwoods@sunlitsurf.com]
Sent: Monday, September 26, 2005 11:48 AM
To: Rick; DanC; Bill; Bo A; Duane; Emery; Gibbs; JohnF; JohnR; JonL; MD; PatL; Reta; Robin2; RobinM; Rondi; Tom; BillN
Subject: Saturday - and meeting next Monday

Saturday was a real success - one Board member told me "We've turned another corner!" The attendance was estimated at between 200-300, and many people who headed our way turned back because they couldn't believe we were that far from town! Thanks to John, Duane, Bo, Bill Fitch, Bill Nalley, Dan Castellini, Bob Simon, Eddie Fletcher of Greenbrier County, and Carolyn Aldredge, who were there all day, and to everyone else who helped out - especially Eric Werner, who crafted our great new sign..

Our Annual Meeting is next Monday, October 3, at 7 PM at the Mountain Quest Institute. We will have dinner at 6 PM. If you haven't responded yet, please tell me if you will be attending and if you will eat with us. I need to give them number by Thursday.

AGENDAS:

Annual meeting -

Election of new Board members - the terms expiring are those of Robin (PDA), Pat (BOE) and John Riffe (woodworker). Robin and Pat are appointed by the bodies they represent; John's seat is filled by the Board. We also have a few vacancies in the alternate positions. Dan Castellini is interested in joining the Board as a woodworker, and Rick Ziegler as an alternate - either as a woodworker or to represent PCHS as Pat's alternate. Election of officers - any one else willing to take the President's Chair? Please?

Board meeting -

Minutes of June meeting and July ExComm meeting

Treasurer's report - including July 04- June 05 annual report

Progress report - John and Gibbs

Personnel - action on Director of Instruction and Shop Manager/Instructor contract positions. We have a handful of applications at this point. I will circulate them to the ExComm members for their recommendations before the meeting

Finances - resolution authorizing Treasurer to transfer funds from savings account to checking account in the amount of $4,000 per transfer. The current limit is $2,000, and with our increased pace of activity, sometimes it is necessary to do multiple transfers in one week

- resolution authorizing the use of a signature stamp as a counter signature on checks over $500. We now have a position bond which covers the President and the Treasurer for up to $50,000 each in case of dishonesty. Use of the stamp will greatly facilitate the flow of business, as now bills have to be mailed to Gibbs for his approval for payment, then mailed to MaryDell for check writing and signature, then back to Gibbs for counter signature. This action would speed up the flow of payments.

Pocahontas Woods
Executive Committee meeting
503 3rd Ave.
Marlinton, WV
July 7, 2005

The meeting was called to order by Gibbs Kinderman at 9:15 A.M.

All officers were in attendance – Gibbs Kinderman, Joel Callison, MaryDell Joyner and Bo Aldredge

Gibbs reported that John Friel had sent him a letter resigning as an alternate member of the Board. A motion was made by MaryDell Joyner and seconded by Joel Callison that we accept John's resignation. Passed unanimously.

A motion was made by MaryDell Joyner, seconded by Bo Aldredge, to add John Friel as a contract worker to help make the improvements to 503 Third Ave. Passed unanimously.

Mary Dell Joyner moved, seconded by Bo Aldredge, that we apply for Title III grant funds for the fiscal year 2006 at the next meeting of the Pocahontas County Commissioners. The motion passed unanimously.

Discussion followed on the following subjects:
Shop opening time to be 1:00 P.M. until 9:00 P.M.
The initial staff will be John Friel and Duane Gibson.
We seek business use of the shop.
Our goal is to create jobs and a business incubator.
The shop will open October 1, 2005.
Consider having a beginning woodworking class.

The meeting adjourned at 11:05 A.M.

Pocahontas County Commission

JOEL S. CALLISON
President
RETA J. GRIFFITH
Commissioner
JAMES W. CARPENTER
Commissioner
SANDRA FRIEL
Clerk

July 18, 2006

Honorable Nick Rahall
Rayburn Office Bldg. Room 2307
Independence Ave & S. Capital Street SW
Washington, DC 20515

Dear Congressman Rahall:

We are writing this letter to you asking for your support for the reauthorization of Public Law 106-393 originally passed in 2000. The Secure Rural Schools and Community Self-Determination Act of 2000 was historic legislation that restored forest reserve payments to forest counties to support rural schools and roads. The bill also created the opportunity for local counties to invest up to 20% of their total funds in Title II Projects on federal lands or to authorize any of six types of Title III Projects with their allotment. Counties in West Virginia received a total of 1,941,797 last year under PL 106-393. Most of those funds were spent on Title I for schools and roads while the remainder was expended on Title III projects like our own Pocahontas Woods program. This program provides a workshop and classroom for after school forestry education and growth of secondary wood working skills necessary to craft furniture and other wood products. Needless to say, in rural counties like ours, these funds have been vitally important to both county government and public schools.

106-393 was a six-year bill and it will sunset in September 2006. We are asking for your support for the full authorization of PL 106-393 as currently embodied in HR 517 and S267. Congress should not walk away from their obligation to assist and support rural schools and county government in our National Forest Counties. Pocahontas County is nearly 60% federally and state owned which means we are not able to collect any revenue from this acreage except what is received through PL 106-393 and the Payment in Lieu of Taxes appropriation. This Secure Rural Schools and Community Act has been enormously successful in supporting our local school budget and provides 5% of their yearly budget. Without these funds we would be facing additional cuts in our local education programs and services as well as the loss of funding for our forestry education program.

We need your leadership and support. Please recommend to leadership that PL 106-393 reauthorization be added on the list of legislation that must be passed in the 2006 Session of Congress. If the current law is not reauthorized, the forest counties of our state will return to receiving actual U.S. Forest Service receipts. The estimated actual receipts for West Virginia are estimated to be $861,737. This represents a net loss in income to our schools and counties of $-1,055,141.

In closing we would like to invite you and your staff to visit our Pocahontas Woods facility in Marlinton to see the benefits of this program for our community. Please contact any of the commissioners at their home to arrange a visit. Commissioners can be reached at the following numbers: Joel Callison 304-653-4229; Reta Griffith 304-799-4523; or James Carpenter 304-456-4662. Thank you for your consideration of this request and your continuing support of the Secure Rural Schools and Community Self-Determination Act.

Sincerely,

Joel S. Callison

Joel S. Callison, President
Pocahontas County Commission

Pocahontas County Commission

JOEL S. CALLISON
President
RETA J. GRIFFITH
Commissioner
JAMES W. CARPENTER
Commissioner
SANDRA FRIEL
Clerk

July 18, 2006

Senator Robert C. Byrd
311 Hart Building
Washington, DC 20510

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Sincerely,

Joel S. Callison

Joel S. Callison, President
Pocahontas County Commission

Pocahontas County Commission

July 18, 2006

Honorable Nick Rahall
Rayburn Office Bldg. Room 2307
Independence Ave & S. Capital Street SW
Washington, DC 20515

Dear Congressman Rahall:

We are writing this letter to you asking for your support
passed in 2000. The Secure Rural Schools and Communit
that restored forest reserve payments to forest counties to
opportunity for local counties to invest up to 20% of the
authorize any of six types of Title III Projects with their

July 18, 2006

Senator Robert C. Byrd
311 Hart Building
Washington, DC 20510

Dear Senator Byrd:

We are writing this letter to you asking f
passed in 2000. The Secure Rural Schoo
that restored forest reserve payments to f

Glen B. Gainer III
State Auditor

State of West Virginia

Office of the State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Telephone: (304) 558-226
Toll-Free: 888-509-656
FAX: (304) 558-415
www.wvauditor.cor

June 5, 2006

Honorable Joel Callison
President
Pocahontas County Commission
900-C 10th Avenue
Marlinton, WV 24954

Dear President Callison:

This year Counties that chose the "full payment amount" outlined in P.L. 106-393 and will receive more than $100,000 for fiscal year 2006 from the United States Department of Agriculture through the Office of the State Auditor representing the Federal Award for National Forest Land must report for Title II and Title III Funds by September 30, 2006 to the United States Department of Agriculture.

Therefore, in order for the State of West Virginia to comply with this Federal Regulation would you please submit to this office by September 15, 2006 the following information?

For those counties required to designate a Title II or Title III project, an acknowledgement of what those projects are and whether you wish the Office of the State Auditor to make payment to them directly.

For your information, I have enclosed a Briefing Sheet on PL 106-93 or as it is commonly known by, "The Secure Rural Schools and Community Act of 2000" that was received from the Federal Government.

If you have any questions, please feel free to call me at (888) 509-6568, Ext. 7183.

Please remember that I need your selection by September 15, 2008.

Sincerely,

Russell Rollyson
Deputy State Auditor

cc: Honorable Bob Aliva, Sheriff and Treasurer of Pocahontas County
J. Patrick Law, Superintendent of the Pocahontas County Board of Education
Alice Irvine, Treasurer of the Pocahontas County Board of Education

Glen B. Gainer III
State Auditor

State of West Virginia

Office of the State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Telephone: (304) 558-2262
Toll-Free: 888-509-6568
FAX: (304) 558-4156
www.wvauditor.com

Payments – to – States Briefing Sheet
PL 106-93

A change in Payments – to - States law provides counties with the opportunity to choose between the previous ***25% Amount***, based on 25% of all National Forest receipts, or the new ***Full Payment Amount***, based on the average of the state's highest three during the fourteen year period of 1986 to 1999.

If a county chose the ***25% Amount*** its share of the state's payment is applied toward roads and schools, as in the past.

If a county chooses the ***Full Payment Amount***, its options differ based on whether it would receive more or less than $100,000.

- If it would receive less than $100,000, it can choose to reserve 15–20% of its share for special projects or apply the entire amount to roads and schools, as in the past.

- If it would receive $100,000 or more, it must reserve 15-20% for special projects, or return the 15-20% to the federal treasury.

15-20% for Special Projects

Special projects must be consistent with the purposes of the act: maintaining infrastructure, enhancing forest ecosystems, and restoring and improving land health and water quality. Objectives may include:

- Maintain or obliterate roads, trails, infrastructure

- Improve soil productivity

- Improve forest ecosystem health

- Restore and maintain watersheds
- Restore, maintain, and improve wildlife and fish habitat
- Control noxious and exotic weeds
- Reestablish native species

Each year, counties reserving 15-20% for special projects must also choose whether to fund projects that benefit federal lands, county projects, both, or return the 15-20% to the federal treasury.

Projects Benefiting Federal Lands
Title II

Projects can include those on Federal land and non-Federal land where they benefit the purposes of the Act.

- Road maintenance
- Stream & watershed restoration
- Maintaining trails and infrastructure
- Forest ecosystem stewardship
- Land health & water quality
- Noxious weed control
- Others in keeping with Forest Plan

Counties must establish Resource Advisory Committees to vote on proposals to submit to the Forest Service for approval.

Resource Advisory Committees

Each Resource Advisory Committee is chartered under the Federal Advisory Committee Act with 15 members that include:

- Five from labor, developed recreation, or commercial interests;
- Five from environmental, archaeological, historical, dispersed recreation, or wild horse and burro groups; and

- Five from city and county government, American Indian tribes, school officials or teachers, or representing public at large.

County Projects
Title III

Projects must benefit the purposes of the Act and may include;

- Reimbursement for emergency service costs on public lands
- Costs for supervising mandatory community service work on public lands
- Easements for non-motorized access or conservation
- Forest-related education
- Fire prevention and planning
- Community forestry

Title III projects do not require Resource Advisory Committees, but require publication of proposal in local paper for 45-day period.

Prepared by Russell Rollyson, Deputy State Auditor, from the R9 Payments-to-States Briefing Sheet on PL 106-393 prepared by the United States Department of Agriculture of February 27, 2001.

Pocahontas County Commission

JOEL S. CALLISON
President
RETA J. GRIFFITH
Commissioner
JAMES W. CARPENTER
Commissioner
SANDRA FRIEL
Clerk

September 20, 2005

Mr. G. Russell Rollyson, Jr.
Deputy State Auditor
Office of the WV State Auditor
County Collections Division
Building 1, Room W-116
Charleston, WV 25305

Dear Mr. Rollyson:

This letter is to inform you that the Pocahontas County Commission has voted to utilize the 15% set aside for Title III projects in regard to the "Secure Rural Community Self-Determination Act" funds. I would also like to request that the distribution of these funds for Title III allocated for Pocahontas County be sent directly to the Pocahontas County Commission and then the Commission will be able to distribute the funds following a recently posted 45-day comment period on our selected project of Pocahontas Woods.

If you have any questions or concerns about this request please contact me at home by phone at 304-799-4523 or the above contact information.

Sincerely,

Reta J Griffith

Reta J. Griffith
Pocahontas County Commissioner

This is the most important action we can take this summer to ensure success this fall. A large volume of co-sponsor requests can have a very significant effect.

NOTE: If your state is not listed below it is because your state delegation has signed on as co-sponsors.

Please know how much we appreciate your immediate and complete response to this request.

Payments to States Table for the Attached Template Letter

COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	COLUMN F	COLUMN G
State	Total 2004 Receipts	Title I Expenditures for Roads & Schools	Title II Expenditures	Title III Expenditures	2007 Estimated Actual Receipts	Net Loss in Income if PL 106-393 is not Reauthorized
Alabama	2,065,214	1,783,956	*	281,257	209,679	-1,829,032
Arizona	7,563,481	6,314,444	351,251	897,788	1,242,523	-6,223,897
Arkansas	6,674,756	5,662,798	346,932	665,026	3,778,000	-2,811,099
California	67,382,035	56,961,523	5,178,873	5,241,636	9,512,330	-57,004,978
Colorado	4,755,467	4,145,558	*	609,907	4,093,672	-600,766
Florida	2,423,948	2,060,147	*	363,801	963,171	-1,429,670
Georgia	1,262,640	1,154,846	*	107,793	54,458	-1,191,976
Illinois	294,461	271,684	*	22,778	91,571	-199,112
Kentucky	602,428	574,981	*	27,447	108,233	-486,463
Louisiana	3,606,299	3,076,361	*	529,938	444,187	-3,115,832
Maine	40,091	40,091	*	*	1,453	-38,123
Mississippi	8,266,928	7,103,465	246,230	917,231	2,264,004	-5,896,832
Missouri	2,678,214	2,361,980	*	316,233	892,011	-1,751,834
Nebraska	29,310	29,310	*	*	21,668	-7,266
North Carolina	988,065	964,450	*	23,616	542,199	-433,186
Ohio	66,576	64,252	*	2,324	18,142	-47,579
Pennsylvania	6,282,839	5,340,413	*	942,425	4,125,098	-2,077,113
Tennessee	542,237	503,894	*	38,344	140,887	-394,392
Texas	4,764,051	4,058,894	246,629	458,525	878,872	-3,824,040
Utah	1,812,311	1,619,751	*	192,557	839,458	-949,595
Vermont	377,169	377,169	*	*	93,052	-279,270
Virginia	910,393	893,608	*	16,785	332,550	-566,162
West Virginia	1,941,798	1,665,177	*	276,620	861,737	-1,055,141
Wisconsin	52,025	52,025	*	*	1,026,877	975,519
Wyoming	2,348,894	2,040,996	68,850	239,048	1,109,314	-1,209,436

* If no figure is listed, please omit the sentence that relates to this column out of the template letter.

NOTE: When sending this letter out, please fax or mail a copy to the National Forest Counties and Schools Coalition - P.O. Box 8551, Red Bluff, CA 96080 - 530-529-4120.

Dear Senator:

In 2000, the Congress of the United States passed HR 2389 and the President signed the bill c
Public Law 106-393 - The Secure Rural Schools and Community Self-Determination Act of 2000
historic legislation restored forest reserve payments to forest counties to support rural schools and
The bill also created the opportunity for local counties to form Resource Advisory Committees (F
and invest up to 20% of their total funds in Title II Projects on federal lands. The bill also authoriz
types of Title III Projects in which counties could also invest up to 20% of their total funding.

Counties in West Virginia received a total of $1,941,797 last year under PL 106-393. $1,665,17
expended under Title I for roads and schools while $0 were expended on Title II Projects, and $27
were expended on Title III Projects in our state. Needless to say, in rural counties like ours, these
have been vitally important to both county government and public schools.

PL 106-393 is a six year bill and it will sunset in September 2006. HR 517 and S 267 are identica
seeking to reauthorize the current law. When we passed PL 106-393, our Coalition enjoyed
bipartisan support in both houses of Congress. Our work on Capital Hill indicates that there is
bipartisan support in Congress for the reauthorization of PL 106-393. However, we do not see your
on the co-sponsor list and hope to add your name. It is our hope to pass identical bills in both char
so we can avoid conference.

As a citizen of West Virginia, I want to urge you to contact the authors of S 267, Senators Ron W
(D-OR) and Larry Craig (R-ID) and request to be put on the bill as a co-sponsor. We need
leadership and support. If the current law is not reauthorized, the forest counties of our state will retu
receiving actual U.S. Forest Service receipts. The 2007 actual receipts for our state are estimated t
$861,737. This represents a net loss in income to our schools and counties of $-965,208. Such a dr
reduction in funding for county government will have a devastating effect on our ability to provide
and bridge maintenance and new road construction. When coupled with our state budget cuts, this los
funding to schools will be equally devastating. Our schools will be compelled to reduce instructi
materials, raise class sizes, lay off teachers, eliminate extra curricular activities, eliminate music and
programs, and ensure that rural forest county students will not benefit from an education opportu
equal to their urban and suburban counterparts.

The National Forest Counties and Schools Coalition views reauthorizing PL 106-393 as its top legisla
priority and will key vote this measure in both committee and the floor.

Again we respectfully request that you take immediate action to become a co-sponsor of S 267. Th
you for your consideration of this request and your continuing support of the Secure Rural Schools
Community Self-Determination Act.

Sincerely,

POCAHONTAS COUNTY COMMISSION

Joel S. Callison, President
James W. Carpenter, Commissioner
Reta J. Griffith, Commissioner
Sandra K. Friel, Clerk

900-C TENTH AVENUE
MARLINTON, WV 24954
(304)799-6063 or 799-4549

June 17, 2005

COPY

Mr. Norman Lee Alderman
HC 82 Box 223A
Marlinton, West Virginia 24954

Re: Freedom of Information Request Pocahontas Woods

Dear Norman:

Your freedom of information request for certain information with regard to Pocahontas Woods has been given to me for attention.

Please be advised that neither copies of the agenda nor minutes for Pocahontas Woods meetings are regularly provided to the Clerk's Office. Any information contained in our files with regard to Pocahontas Woods is public information, and can be inspected by you at your convenience, Monday through Friday between the hours of 8:30 a.m. and 4:30 p.m. Copies of any documents which you need can be made at the time of inspection. The costs for copies is $1.50 for the first two pages and $1.00 for each additional page of each document.

Should you need something more, please feel free to contact our office.

Sincerely,

Sue Helton

Sue Helton
Deputy Clerk

POCAHONTAS WOODS

P.O. BOX 65
DUNMORE WV 24934
304-799-6004
gkamr@sunlitsurf.com

5/09/05

To: Pocahontas County Commission

From: Gibbs Kinderman, President GK

Re: Financial statements

A copy of the Pocahontas Woods financial statements for the quarter 1/1/05-3/31/05 is enclosed. Thanks for your continuing support of our efforts to build a high-end woodworking capability in Pocahontas County.

POCAHONTAS WOODS, INC.
STATEMENT OF FINANCIAL POSITION
AS OF MARCH 31,2005

ASSETS

CURRENT ASSETS		
Cash - CNB Checking	$	1,183.95
Cash - CNB Savings Unrestricted		4,386.75
Cash - CNB Savings Title III FY 02		72,439.02
Cash - CNB Savings Title III FY 03		44,296.26
Cash - CD's FY 03		52,224.50
Cash - CD's FY 04		97,775.50
TOTAL CURRENT ASSETS		272,305.98
PROPERTY AND EQUIPMENT		
Buildings		2,000.00
Accumulated Depreciation		(24.99)
NET PROPERTY AND EQUIPMENT		1,975.01
TOTAL ASSETS	$	274,280.99

LIABILITIES AND NET ASSETS

NET ASSETS		
Unrestricted	$	7,570.70
Temporarily Restricted		266,710.29
TOTAL LIABILITIES AND NET ASSETS	$	274,280.99

See Accountants' Compilation Report

	CURRENT QUARTER ENDED 3/31/05			- YEAR TO DATE -		
	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL	UNRESTRICTED	TEMPORARILY RESTRICTED	
LIC SUPPORT AND REVENUES						
RESTRICTED:						
USPS Title III Funds						
Grant Receipts		97,775.50	97,775.50		97,775.50	9
Donations/Gifts						
UNRESTRICTED:						
Grants						
Donations						
Material Sales						
Product Sales						
Shop Revenues						
Tuitions	61.00		61.00	775.00		
Interest Earned	292.14		292.14	488.82		
Miscellaneous						
ASSETS RELEASED FROM RESTRICTIONS	11,599.56	(11,599.56)	0.00	30,890.31	(30,890.31)	
AL PUBLIC SUPPORT AND REVENUES	11,952.70	86,175.94	98,128.64	32,154.13	66,885.19	9

See Accountants' Compilation Report

04-25-2005 10:09 WMR 3047997444

APR 25 2005 TUE 09:04 AM GEORGE R. SCOTT CPA A.C. 1 304 638 7538 P. 07

POCAHONTAS WOODS, INC.
STATEMENT OF ACTIVITIES

	CURRENT QUARTER ENDED 3/31/05			- YEAR TO DATE -		
	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL
EXPENSES:						
Expenditures - Grant USFS 01						
Apprentice Program	315.00		315.00	5,309.00		5,309.00
Instructions	3,519.00		3,519.00	8,367.00		8,367.00
Materials	1,209.68		1,209.68	1,296.17		1,296.17
Postage	74.00		74.00	206.59		206.59
Program Development	2,028.00		2,028.00	4,092.00		4,092.00
Computer Supplies	0.00		0.00	63.05		63.05
Insurance	976.00		976.00	2,928.00		2,928.00
Rent	0.00		0.00	500.00		500.00
Utilities/Interest	0.00		0.00	411.17		411.17
Travel	16.45		16.45	869.82		869.82
Meals	0.00		0.00	127.33		127.33
Miscellaneous	15 .25		15.25	461.51		461.51
Tools	0.00		0.00	322.49		322.49
Administration	0.00		0.00	150.00		150.00
Advertising	217.50		217.50	217.50		217.50
Legal & Accounting	2,318.00		2,318.00	4,658.00		4,658.00
TOTAL EXPENDITURES - GRANT USFS 01	10,688.88	0.00	10,688.88	29,979.63	0.00	29,979.63
INCREASE (DECREASE) IN NET ASSETS	1,263.82	86,175.94	87,439.76	2,174.50	66,885.19	69,059.69
NET ASSETS						
BEGINNING BALANCE	6,306.88	180,534.35	186,841.23	5,396.20	199,825.10	205,221.30
ENDING BALANCE	7,570.70	266,710.29	274,280.99	7,570.70	266,710.29	274,280.99

See Accountants' Compilation Report

				100,000.00
TOTAL >		100,000.00	0.00	100,000.00

The Sheriff of Pocahontas County, WV
General Accounting-Fund 01
900A Tenth Avenue
Marlinton, WV 24954

Citizens National Bank
Elkins, WV
69-115/515

11494

DATE	1/27/2006
AMOUNT	***100,000.00

PAY One Hundred Thousand and 00/100******

TO THE ORDER OF
Pocahontas Woods Inc
PO Box 65
Dunmore, WV 24934

COPY

Glen B. Gainer III
State Auditor

State of West Virginia

Office of the State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Telephone: (304) 558-2262
Toll-Free: 888-509-6568
FAX: (304) 558-4156
www.wvauditor.com

January 11, 2006

The Honorable Bob Alkire
Sheriff and Treasurer of Pocahontas County
900-C 10th Avenue
Marlinton, WV 24954

Dear Sheriff Alkire:

You will be receiving a check in the amount of $100,024.34 from the Office of the State Auditor, representing the funds allocated the Pocahontas County Commission under the Title III Federal Award for National Forest Land that your county received from the United States Department of Agriculture, pursuant to West Virginia Code Chapter 20, Article 3, Section 17 and 17a.

As a pass-through entity, the Office of the State Auditor is responsible for monitoring the subrecipient's activity in order to provide reasonable assurance that the subrecipient is administering the Federal Award in compliance with Federal Regulations. As part of that responsibility, I'm making you aware of the following information:

CFDA Title Number: 10.665
Award Name: Schools and Roads – Grants to State
Name of Federal Agency: United States Department of Agriculture

The Office of the State Auditor will request a copy of the Annual Audit Report for the Pocahontas County Commission in order to review your A-133 Audit. If any problems are discovered with the audit, you will be promptly notified in order that corrective action is taken.

B. Gainer III
ate Auditor

State of West Virginia

Office of the State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Telephone: (304) 558-2262
Toll-Free: 888-509-6568
FAX: (304) 558-4156
www.wvauditor.com

January 12, 2006

Ms. Alice Irvine
Treasurer of the Pocahontas County Board of Education
926 Fifth Avenue
Marlinton, WV 24954-1298

Dear Treasurer Irvine:

You will be receiving a check in the amount of $453,443.67 from the Office of the State Auditor representing the funds allocated the Board of Education of Pocahontas County. This represents the Federal Award for National Forest Land that your county received from the United States Department of Agriculture, pursuant to West Virginia Code Chapter 20, Article 3, Section 17 and 17a.

As a pass through entity, the Office of the State Auditor is responsible for monitoring the subrecipient's activity in order to provide reasonable assurance that the subrecipient is administering the Federal Award in compliance with Federal Regulations. As part of that responsibility, I'm making you aware of the following information:

CFDA Title Number: 10.665
Award Name: Schools and Roads – Grants to State
Name of Federal Agency: United States Department of Agriculture

The Office of the State Auditor will request a copy of the Annual Audit Report for the Pocahontas County Board of Education in order to review your A-133 Audit. If any problems are discovered with the audit, you will be promptly notified in order that corrective action is taken.

Glen B. Gainer III
State Auditor

State of West Virginia

Office of the State Auditor
County Collections Division
Building 1, Room W-116
Charleston, West Virginia 25305

Telephone: (304) 558-2262
Toll-Free: 888-509-6568
FAX: (304) 558-4156
www.wvauditor.com

January 13, 2006

Ms. Alice Irvine
Treasurer of the Pocahontas County Board of Education
926 Fifth Avenue
Marlinton, WV 24954-1298

Dear Treasurer Irvine:

In the near future, you will receive a check in the amount of $35,078.48 from the Office of the State Auditor. This check represents the funds allocated the County Commission of Pocahontas County, as a result of the Minerals Management Service Royalty Management Program from the United States Department of Interior, pursuant to West Virginia Code Chapter 20, Article 3, Section 17 and 17a.

If you have any questions concerning this distribution amount or procedures, please contact Russell Rollyson of this office at (304) 558-2251, extension 2183.

Sincerely,

Glen B. Gainer III
State Auditor

GBG:RR;cc

cc: The Honorable Joel Callison
President, Pocahontas County Commission

Dr. J. Patrick Law
Superintendent, Pocahontas County Board of Education

Audited Financial Statements

POCAHONTAS WOODS, INC.

Year Ended June 30, 2005
with
Independent Auditors' Report

POCAHONTAS WOODS, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2005

ASSETS

Current assets:	
Cash - checking	$ 13,452
Cash - savings	111,238
Certificates of deposit	151,426
Total current assets	276,116
Property, at cost	
Land	10,000
Buildings	50,000
	60,000
Less: accumulated depreciation	(275)
Net property	59,725
Total assets	$ 335,841

LIABILITIES AND NET ASSETS

Current liabilities:	
Current maturities of long term debt	$ 5,390
Accounts payable	1,843
Total current liabilities	7,233
Long term debt, less current maturities	64,530
Total liabilities	71,763
Net assets:	
Unrestricted	3,868
Temporarily restricted	260,210
Total net assets	264,078
Total liabilities and net assets	$ 335,841

POCAHONTAS WOODS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2005

	Unrestricted	Temporarily Restricted	Total
Public Support and Revenues:			
Grants and contributions	$ -	$ 97,776	$ 97,776
Special events, projects, and other	1,770	-	1,770
Interest earned	2,031	-	2,031
Net assets released from restrictions:			-
Restrictions satisfied by payments	37,391	(37,391)	-
Total public support and revenues	41,192	60,385	101,577
Expenses:			
Project supplies and expenses	3,857	-	3,857
Curriculum development and instruction	25,540	-	25,540
Professional	5,339	-	5,339
Insurance	4,695	-	4,695
Travel	2,209	-	2,209
Other	1,081	-	1,081
Total expenses	42,721	-	42,721
Increase (decrease) in net assets	(1,529)	60,385	58,856
Net assets, beginning of year	5,397	199,825	205,222
Net assets, end of year	$ 3,868	$ 260,210	$ 264,078

POCAHONTAS WOODS, INC.

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2005

Cash flows provided by operating activities:	
Increase in net assets	$ 58,856
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	250
Increase in accounts payable	520
Net cash provided by operating activities	59,626
Cash flows used in investing activities:	
Purchase of property	(58,000)
Investment in certificates of deposit	(151,426)
Net cash used in investing activities	(209,426)
Cash flows provided by financing activities:	
Issuance of long term debt	70,356
Repayment of long term debt	(436)
Net cash provided by financing activities	69,920
Net decrease in cash	(79,880)
Cash, beginning of year	204,570
Cash, end of year	$ 124,690

SUPPLEMENTAL INFORMATION:

Interest paid	$ 346

The accompanying notes are an integral part of these financial statements.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS

1 – THE ORGANIZATION

Pocahontas Woods, Inc. (Woods) is incorporated in the State of West Virginia as a non-stock, non-profit organization. Woods was organized to promote the creative and ecologically sound utilization, enjoyment and understanding of the forest resource in Pocahontas County, West Virginia and surrounding areas. The current mission is to create an educational program that will provide necessary training for students and adults who are seeking to enhance their skills in the woodworking industry in Pocahontas County, West Virginia and the surrounding communities that will provide an economic benefit to these communities.

2 – SIGNIFICANT ACCOUNTING POLICIES

Support and Expenses

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassed to unrestricted net assets and reported in the statement of activity as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Classification of Expenses

Because substantially all management, general, and fund-raising expenses are donated, all costs and expenses are considered and reflected in the statement of activities as program costs.

Donated Services, Goods and Facilities

Use of facilities, office equipment, and administrative personnel services have been donated to the organization; however, these donations are not reflected in the financial statements because the services do not require specialized skills and the facility and equipment usage is not objectively measurable. Donated professional services, if any, are reflected in the statement of activities at their fair value.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash

For the statement of cash flows, cash includes all cash in checking and saving accounts.

Building

Buildings are recorded at cost; depreciation is provided over the estimated useful life of the assets (10-40 years) and computed on the straight-line method. Hand tools and small equipment are expensed when acquired, while buildings and equipment with a cost greater than $500 and with an estimated life in excess of 3 years are capitalized. Repairs and maintenance are expensed as incurred.

Income Taxes

The Organization is a nonprofit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to Federal or state income taxes. It has been determined by the Internal Revenue Service to be exempt under Code Section 501(c)(3) and is not a private foundation.

Inventories of Materials and Supplies

Inventories of materials and supplies utilized in the Organization's educational projects are purchased as needed and are considered expended at the time of purchase.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 – MORTGAGE PAYABLE

During year ended June 30, 2005, Woods acquired real property, which was paid for with proceeds from a mortgage note. The original loan was for $70,356 to be repaid in 120 monthly installments of approximately $790 each, including principal and interest at the Wall Street Prime, which was 6% at June 30, 2005. The mortgage is collateralized with real property that has an original cost of $58,000.

Approximate principal maturities for the next 5 years are:

Year Ending June 30,	
2006	$ 5,390
2007	5,710
2008	6,030
2009	6,400
2010	6,780

4 – GRANTS

The Organization was awarded $97,776, which represented monies from the United Statement Department of Agriculture for after school educational purposes. The unexpended portion of these funds is as follows:

Awards	
2003	$ 65,913
2004	96,521
2005	97,776
	$ 260,210

These amounts are included in temporarily restricted net assets because their use is limited, as previously stated.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

5 – LEASES

During the year ended June 30, 2004, the Organization consummated a twelve-month lease for part-time use of an office. Rental payments are $100 per month and rent expense totaling $500 was recognized by the operating method for year ended June 30, 2005.

During the year ended June 30, 2005, the Organization consummated a 99-year lease at $1 per year with the local school board for use of land.

6 – RELATED PARTY TRANSACTIONS

During the year ended June 30, 2005, approximately $12,500 was paid to a volunteer officer and directors of the Organization for consulting and instructional services.

7 – CONCENTRATIONS

At times during the year ended June 30, 2005, the Organization had funds on deposit in a bank in excess of the limit insured by the Federal Deposit Insurance Corporation (FDIC).

During the year ended June 30, 2005, approximately 95% of total support and revenue was from one grant. If these funds are curtailed in the near future, it could have a significant impact on planned future activities.

Audited Financial Statements

POCAHONTAS WOODS, INC.

Year Ended June 30, 2004
with
Independent Auditors' Report

POCAHONTAS WOODS, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2004

ASSETS

Current assets:	
Cash - checking	$ 1,712
Cash - savings	202,858
Total current assets	204,570
Property, at cost	2,000
Less: accumulated depreciation	(25)
Net property	1,975
Total assets	$ 206,545

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	$ 1,323
Total current liabilities	1,323
Net assets:	
Unrestricted	5,397
Temporarily restricted	199,825
Total net assets	205,222
Total liabilities and net assets	$ 206,545

The accompanying notes are an integral part of these financial

POCAHONTAS WOODS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended June 30, 2004

	Unrestricted	Temporarily Restricted	Total
Public Support and Revenues:			
Grants and contributions	$ 1,000	$ 96,521	$ 97,521
Special events, projects, and other	2,065	-	2,065
In-kind contributions	2,400	-	2,400
Interest earned	477	-	477
Net assets released from restrictions:			-
Restrictions satisfied by payments	28,843	(28,843)	-
Total public support and revenues	34,785	67,678	102,463
Expenses:			
Project supplies and expenses	6,802	-	6,802
Curriculum development and instruction	19,470	-	19,470
Insurance	2,483	-	2,483
Other	3,299	-	3,299
Total expenses	32,054	-	32,054
Increase in net assets	2,731	67,678	70,409
Net assets, beginning of year	2,666	132,147	134,813
Net assets, end of year	$ 5,397	$ 199,825	$ 205,222

The accompanying notes are an integral part of these financial statements.

POCAHONTAS WOODS, INC.

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2004

Cash flows provided by operating activities:	
Increase in net assets	$ 70,409
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	25
Increase in accounts payable	1,323
Net cash provided by operating activities	71,757
Cash flows used in investing activities:	
Purchase of property	(2,000)
Net increase in cash	69,757
Cash, beginning of year	134,813
Cash, end of year	$ 204,570

The accompanying notes are an integral part of these financial statements.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS

1 – THE ORGANIZATION

Pocahontas Woods, Inc. (Woods) is incorporated in the State of West Virginia as a non-stock, non-profit organization. Woods was organized to promote the creative and ecologically sound utilization, enjoyment and understanding of the forest resource in Pocahontas County, West Virginia and surrounding areas. The current mission is to create an educational program that will provide necessary training for students and adults who are seeking to enhance their skills in the woodworking industry in Pocahontas County, West Virginia and the surrounding communities that will provide an economic benefit to these communities.

2 – SIGNIFICANT ACCOUNTING POLICIES

Support and Expenses

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassed to unrestricted net assets and reported in the statement of activity as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Classification of Expenses

Because substantially all management, general, and fund-raising expenses are donated, all costs and expenses are considered and reflected in the statement of activities as program costs.

Donated Services, Goods and Facilities

Use of facilities, office equipment, and administrative personnel services have been donated to the organization; however, these donations are not reflected in the financial statements because the services do not require specialized skills and the facility and equipment usage is not objectively measurable. Donated professional services (which include accounting) are reflected in the statement of activities at their fair value.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

2 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash

For the statement of cash flows, cash includes all cash in checking and saving accounts.

Building

The building is recorded at cost; depreciation is provided over the estimated useful life of the asset (10 years) and computed on the straight-line method. Hand tools and small equipment is expensed when acquired, while buildings and equipment with a cost greater than $500 and with an estimated life in excess of 3 years is capitalized.

Income Taxes

The Organization is a nonprofit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to Federal or state income taxes. It has been determined by the Internal Revenue Service to be exempt under Code Section 501(c)(3) and is not a private foundation.

Inventories of Materials and Supplies

Inventories of materials and supplies utilized in the Organization's educational projects are purchased as needed and are considered expended at the time of purchase.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

3 – GRANTS

The Organization was awarded $96,521, which represented monies from the United Statement Department of Agriculture for after school educational purposes. The unexpended portion of these funds is as follows:

Awards	
2002	$ 24,448
2003	78,856
2004	96,521
	$ 199,825

These amounts are included in temporarily restricted net assets because their use is limited, as previously stated.

During the year, the Organization returned to the granting agency the sum of $78,856, which represented the 2003 award. The return was necessitated because there was a technical deficiency in the original granting process. These funds were then "re" granted to the Organization. Because this award was recognized by the Organization during the year ended June 30, 2003, and the return and receipt offset each other during year ended June 30, 2004, these transactions are not reflected in these financial statements.

4 – LEASES

During the year, the Organization consummated a twelve-month lease for part-time use of an office. Rental payments are $100 per month and rent expense totaling $700 was recognized by the operating method for year ended June 30, 2004.

5 – RELATED PARTY TRANSACTIONS

During the year ended June 30, 2004, a total of $3,225 was paid to a volunteer officer of the Organization for consulting work.

POCAHONTAS WOODS, INC.

NOTES TO FINANCIAL STATEMENTS
(Continued)

6 – CONCENTRATIONS

At times during the year ended June 30, 2004, the Organization had funds on deposit in a bank in excess of the limit insured by the Federal Deposit Insurance Corporation (FDIC).

During the year ended June 30, 2004, approximately 94% of total support and revenue was from one grant. If these funds were curtailed in the near future, it would have a significant impact on planned future activities.

POCAHONTAS WOODS INC
03 GRANT EXPENDITURES
As of December 31, 2005

Type	Date	Num	Name	Memo	Split	Amount	Balance
6508 · PROGRAM DEVELOPMENT							0.00
General Journal	7/1/2005	1	A/P AT END OF YE...	TO REVERSE		-864.00	-864.00
Check	7/13/2005	553	JOHN FRIEL		1000 · CASH -...	189.00	-675.00
Check	7/21/2005	584	JOHN FRIEL		1000 · CASH -...	774.00	99.00
Check	8/19/2005	591	GIBBS KINDERMAN		1000 · CASH -...	1,350.00	1,449.00
Check	8/19/2005	590	JOHN FRIEL		1000 · CASH -...	1,692.00	3,141.00
Check	8/30/2005	594	JOHN FRIEL		1000 · CASH -...	1,971.00	5,112.00
Check	9/9/2005	595	PATRICK D GIBSON		1000 · CASH -...	4,311.00	9,423.00
Check	9/15/2005	597	JOHN FRIEL		1000 · CASH -...	1,692.00	11,115.00
Check	9/15/2005	598	TRAVIS VAUGHN		1000 · CASH -...	248.00	11,363.00
Check	9/22/2005	602	JOHN FRIEL		1000 · CASH -...	1,764.00	13,127.00
Check	10/1/2005	606	VOID		1000 · CASH -...		13,127.00
Check	10/6/2005	552	JOSHUA FRIEL		1000 · CASH -...	256.00	13,383.00
Check	10/6/2005	553	VOID		1000 · CASH -...		13,383.00
Check	10/15/2005	556	JOSHUA FRIEL		1000 · CASH -...	448.00	13,831.00
Check	10/15/2005	555	VOID		1000 · CASH -...		13,831.00
Check	10/27/2005	560	JOHN FRIEL		1000 · CASH -...	3,096.00	16,927.00
Check	10/28/2005	559	WOODS RUN -MD ...	FOR JESSIC...	1000 · CASH -...	112.00	17,039.00
Check	10/30/2005	568	JOSHUA FRIEL		1000 · CASH -...	452.00	17,491.00
Check	10/30/2005	569	JOSHUA FRIEL		1000 · CASH -...	389.00	17,880.00
Check	10/30/2005	572	JOHN FRIEL		1000 · CASH -...	3,505.84	21,385.84
Check	11/14/2005	573	PATRICK D GIBSON		1000 · CASH -...	1,629.00	23,014.84
Check	11/14/2005	574	JOHN EILERS		1000 · CASH -...	1,358.00	24,372.84
Check	11/14/2005	577	JOSHUA FRIEL		1000 · CASH -...	464.00	24,836.84
Check	11/30/2005	677	JOSHUA FRIEL		1000 · CASH -...	880.00	25,716.84
Check	12/1/2005	679	GIBBS KINDERMAN		1000 · CASH -...	600.00	26,316.84
Check	12/14/2005	680	JOHN FRIEL		1000 · CASH -...	3,096.00	29,412.84
Check	12/14/2005	684	JOSHUA FRIEL		1000 · CASH -...	644.00	30,056.84
Check	12/14/2005	685	KERTH FRIEL		1000 · CASH -...	432.00	30,488.84
Check	12/30/2005	688	JUSTIN WILFONG		1000 · CASH -...	120.00	30,608.84
Check	12/30/2005	689	JOHN FRIEL		1000 · CASH -...	478.64	31,087.48
Check	12/30/2005	692	JOSHUA FRIEL		1000 · CASH -...	756.00	31,843.48
Total 6508 · PROGRAM DEVELOPMENT						31,843.48	31,843.48
6510 · COMPUTER SUPPLIES							0.00
Check	7/13/2005	550	MaryDell Joyner		1000 · CASH -...	218.26	218.26
Check	8/19/2005	DEBI...	WALMART	EFT-4	1000 · CASH -...	115.06	333.32
Total 6510 · COMPUTER SUPPLIES						333.32	333.32
6511 · SUPPLIES							0.00
Check	11/25/2005	EFT	QUALITY AUTO S		1000 · CASH		

POCAHONTAS WOODS INC
03 GRANT EXPENDITURES
As of December 31, 2005

Type	Date	Num	Name	Memo	Split	Amount	Balance
6516 · INSURANCE							0.00
Check	8/4/2005	588	BOARD OF RISK &...		1000 · CASH -...	976.00	976.00
Check	11/14/2005	578	WV STATE BOAR...		1000 · CASH -...	976.00	1,952.00
Total 6516 · INSURANCE						1,952.00	1,952.00
6520 · RENT							0.00
General Journal	7/1/2005	3			5010 · UNRES...	1,500.00	1,500.00
General Journal	8/1/2005	4			5010 · UNRES...	1,500.00	3,000.00
General Journal	9/1/2005	7			5010 · UNRES...	1,500.00	4,500.00
General Journal	10/1/2005	12			5010 · UNRES...	1,500.00	6,000.00
General Journal	11/1/2005	14			5010 · UNRES...	1,500.00	7,500.00
General Journal	12/1/2005	15			5010 · UNRES...	1,500.00	9,000.00
Total 6520 · RENT						9,000.00	9,000.00
6521 · UTILITIES							0.00
General Journal	7/1/2005	1	A/P AT END OF YE...	TO REVERSE		-237.90	-237.90
Check	7/13/2005	549	Town of Marlinton	water & sewer	1000 · CASH -...	50.00	-187.90
Check	7/13/2005	552	Frontier	telephone	1000 · CASH -...	237.90	50.00
Check	8/4/2005	587	ALLEGHENY POW...		1000 · CASH -...	39.94	89.94
Check	8/19/2005	592	Frontier		1000 · CASH -...	74.04	163.98
Check	9/22/2005	601	Town of Marlinton		1000 · CASH -...	94.92	258.90
Check	9/22/2005	603	Frontier		1000 · CASH -...	76.86	335.76
Check	9/29/2005	604	ALLEGHENY POW...		1000 · CASH -...	88.76	424.52
Check	10/1/2005	605	VOID		1000 · CASH -...		424.52
Check	10/30/2005	566	Frontier		1000 · CASH -...	79.37	503.89
Check	11/14/2005	575	FRONTIER flREW...		1000 · CASH -...	210.00	713.89
Check	11/14/2005	673	Town of Marlinton		1000 · CASH -...	111.25	825.14
Check	11/22/2005	676	Frontier		1000 · CASH -...	81.15	906.29
Check	11/30/2005	678	ALLEGHENY POW...		1000 · CASH -...	133.98	1,040.27
Check	12/14/2005	686	JIMMY JORDAN		1000 · CASH -...	135.00	1,175.27
Check	12/30/2005	690	FRONTIER flREW...		1000 · CASH -...	420.00	1,595.27
Total 6521 · UTILITIES						1,595.27	1,595.27
6522 · TRAVEL							0.00
Check	9/9/2005	596	GIBBS KINDERMAN		1000 · CASH -...	589.58	589.58
Check	10/2/2005	609	JAMES B ALDRED...		1000 · CASH -...	265.91	855.49
Total 6522 · TRAVEL						855.49	855.49
6523 · MAINTENANCE							0.00
Check	12/16/2005	687	LEYZOREK MACHI...		1000 · CASH -...	30.00	30.00
Check	12/30/2005	691	JERRY BOTKIN		1000 · CASH -...	398.74	428.74
Total 6523 · MAINTENANCE						428.74	428.74

5:06 AM
04/04/06
Accrual Basis

POCAHONTAS WOODS INC
Balance Sheet
As of March 31, 2006

	Mar 31, 06
ASSETS	
Current Assets	
Checking/Savings	
1000 · CASH - CNB CHECKING	73,447.96
1010 · CNB SAVINGS	35,632.78
1012 · C D'S PENDLETON	20,596.56
1013 · C D'S - FIRST AND CITIZENS	40,847.00
1015 · C D'S - BLUE GRASS VALLEY	30,513.02
1016 · C D'S - CITIZENS NATIONAL	30,947.73
1018 · C D'S - FIRST CITIZENS	30,642.24
1019 · EQUIPMENT ACCOUNT	9,104.99
1110 · PETTY CASH	100.86
Total Checking/Savings	271,833.14
Total Current Assets	271,833.14
Fixed Assets	
2000 · BUILDINGS	62,447.83
2010 · LAND	10,000.00
2012 · LEASEHOLD IMPROVEMENTS	8,705.06
2019 · EQUIPMENT - WOODWORKING	78,387.06
2900 · LESS - ACC DEPR	-275.36
Total Fixed Assets	159,264.59
TOTAL ASSETS	**431,097.73**
LIABILITIES & EQUITY	
Liabilities	
Long Term Liabilities	
2300 · NOTE PAYABLE - BLDG	65,820.82
Total Long Term Liabilities	65,820.82
Total Liabilities	65,820.82
Equity	
4040 · FUND BALANCE - UNRESTRICTED	3,868.11
4050 · FUND BALANCE - TEMP RESTRICTED	260,208.85
Net Income	101,199.95
Total Equity	365,276.91
TOTAL LIABILITIES & EQUITY	**431,097.73**

	Mar 31, 06
ASSETS	
Current Assets	
Checking/Savings	
1000 · CASH - CNB CHECKING	73,447.96
1010 · CNB SAVINGS	35,632.78
1012 · C D'S PENDLETON	20,596.56
1013 · C D'S - FIRST AND CITIZENS	40,847.00
1015 · C D'S - BLUE GRASS VALLEY	30,513.02
1016 · C D'S - CITIZENS NATIONAL	30,947.73
1018 · C D'S - FIRST CITIZENS	30,642.24
1019 · EQUIPMENT ACCOUNT	9,104.99
1110 · PETTY CASH	100.86
Total Checking/Savings	271,833.14
Total Current Assets	271,833.14
Fixed Assets	
2000 · BUILDINGS	62,447.83
2010 · LAND	10,000.00
2012 · LEASEHOLD IMPROVEMENTS	

POCAHONTAS WOODS

P.O. BOX 65
DUNMORE WV 24934
304-799-6004
pwoods@sunlitsurf.com
Shop - 503 3rd AVE
Marlinton WV 24954
Shop Phone – 304-799-6985
pwoods@frontiernet.net

5/9/06

To: Pocahontas County Commission
Joel Callison
James Carpenter
Reta Griffith
From: Gibbs Kinderman, President

Re: Pocahontas Woods Inc financial reports for period 7/01/05 – 3/31/06

I enclose our financial reports for the first nine months of the current fiscal year. As you can see, our activity level continues to grow as we move toward completing and equipping our new shop facility. We invite you to shop by the shop and see how the work is progressing.

Thanks again for your continuing support of our efforts.

This Deed, made and entered into this the 27 day of September, 2006, by and between: ROBERT G. VIERS, party of the first part, hereinafter referred to as the GRANTOR;

And

ROBERT STEVEN VIERS and SUSAN V. McCLUNG, parties of the second part, as joint tenants with rights of survivorship, hereinafter referred to as the GRANTEES;

Witnesseth:

That for and in consideration of the sum of ONE DOLLAR (1.00), cash in hand paid, and other good and valuable consideration, the receipt and sufficiency all of which is hereby acknowledged, the said GRANTOR do hereby GRANT, SELL, and CONVEY unto the GRANTEES, with covenants of general warranty, those two certain tracts or parcels of real estate situate on the waters of Swago Creek in the Edray District of Pocahontas County, West Virginia, ~~containing 12 acres, Tax Map 65, Parcel 29~~, and 68.28 acres, Tax Map 67, Parcel 30. RGV

And being the same tracts or parcels of real estate as acquired by the GRANTOR herein by virtue of a Deed of Conveyance from Robert Gene Viers and Jennie L. Viers, said Deed bearing date the 18th day of March, 1992, and is of record in the Office of the Clerk of the County Commission of Pocahontas County, West Virginia, in Deed Book 217, at page 308. And further as acquired by the Grantor by virtue of the Last Will and Testament of Jennie Howard Viers, said Will bearing date the 18th day of March, 1992, and is of record in the aforesaid Clerk's Office in Will Book 36, at page 10.

There is excepted and reserved from this conveyance an out conveyance of 5.72 acres that was previously conveyed to Roger Murray and Misty Wilfong, by virtue of a Deed bearing date the 1st day of March,

2006, and is of record in the aforesaid Clerk's Office in Deed Book 301, page 123. There is further excepted and reserved from this conveyance a six acre tract, the location of which is yet to be determined, that was previously willed to Susan V. McClung by virtue of the Last Will and Testament of Jennie Howard Viers, said Will bearing date the 18th day of March, 1992, and was admitted to record in the aforesaid Clerk's Office on the 3rd day of June, 2004, and is found of record in Will Book 36, at page 10.

The said Grantor does hereby reserve unto himself a life estate in the premises hereby conveyed, including the right to reside upon the premises and to receive any and all rents or incomes derived therefrom for his life time.

It is the intention of this conveyance to vest title in the GRANTEES jointly and equally and to the survivor of either of them, so that upon the death of either, the entire interest in said real estate will immediately vest in the survivor.

DECLARATION OF CONSIDERATION

The undersigned GRANTOR does hereby declare this to be a conveyance from father to his children, without actual monetary consideration, and as such the same is exempt from the tax imposed upon the transfer of real estate in West Virginia.

Witness the following signatures and seals:

Robert G. Viers

ROBERT G. VIERS

STATE OF WEST VIRGINIA
COUNTY OF Monongalia, to-wit:

I, Martha R. Paparozzi, a Notary Public in and for the State and County aforesaid do hereby certify that on this date personally appeared before me ROBERT G. VIERS, and acknowledged his signature to the foregoing DEED bearing date the 27 day of September, 2006.

Given unto my hand this the 27 day of September, 2006.

My commission expires 9-11-16.

Martha R. Paparozzi
NOTARY PUBLIC

NOTARY PUBLIC OFFICIAL SEAL
STATE OF WEST VIRGINIA
MARTHA R. PAPAROZZI
THE UPS STORE
364 PATTESON DRIVE
MORGANTOWN, WV 26505
MY COMMISSION EXPIRES SEPT. 11, 2016

This Deed Was Prepared Without the Benefit
of a Title Examination In The Office Of:
Walter W. Weiford
Attorney At Law
900 Tenth Avenue
Marlinton, WV 24954

WEST VIRGINIA, CLERK'S OFFICE OF THE COUNTY COMMISSION OF POCAHONTAS COUNTY
September 27, 2006
This instrument was this day presented to me in my office and thereupon the same together with the certificate of acknowledgement thereunder written, is admitted to record therein.
Teste Sandra Friel Clerk
By: Nancy L Jordan, Deputy

SANDRA FRIEL
POCAHONTAS County 02:50:41 PM
Instrument No 40121
Recorded Date 09/27/2006
Document Type DEED
Book-Page 305-141
Rec/Add Fee 10.00 1.00

BLIC OFFICIAL SEAL
F WEST VIRGINIA
HA R. PAPAROZZI
E UPS STORE
ATTESON DRIVE
TOWN, WV 26505
N EXPIRES SEPT. 11, 2016

This Deed Was Prepared Without the Benefit
of a Title Examination In The Office Of:

Walter W. Weiford
Attorney At Law
900 Tenth Avenue
Marlinton, WV 24954

SANDRA FRIEL
POCAHONTAS Cou
Instrument No
Recorded Date
Document Type
Book-Page
Rec/Add Fee

T VIRGINIA, CLERK'S OFFICE OF THE COUNTY
COMMISSION OF POCAHONTAS COUNTY

September 27, 2006

rument was this day presented to me in my office and
on the same